

House File 2643 - Introduced

HOUSE FILE _____
BY COMMITTEE ON VETERANS
AFFAIRS

(SUCCESSOR TO HF 2495)

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the small business linked investments program
2 by changing the allocation of available moneys from program
3 investments and raising the limit on qualifying net worth.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
5 TLSB 6361HV 82
6 tw/nh/8

PAG LIN

1 1 Section 1. Section 12.34, subsection 1, Code 2007, is
1 2 amended to read as follows:
1 3 1. The treasurer of state may invest up to the lesser of
1 4 one hundred eight million dollars or twenty-five percent of
1 5 the balance of the state pooled money fund in certificates of
1 6 deposit in eligible lending institutions as provided in
1 7 section 12.32, this section, and sections 12.35 through 12.43.

1 8 ~~One-half~~
1 9 a. Forty percent of the moneys invested pursuant to this
1 10 section shall be made available under the program implemented
1 11 pursuant to section 12.43 to increase the availability of
1 12 lower cost moneys for purposes of injecting needed capital
1 13 into small businesses which are fifty-one percent or more
1 14 owned, operated, and actively managed by one or more women,
1 15 minority persons, or persons with disabilities. "Disability"
1 16 means the same as defined in section 15.102, subsection 5. A
1 17 "minority person" means the same as defined in section 15.102,
1 18 subsection 5.

1 19 b. Ten percent of the moneys invested pursuant to this
1 20 section shall be made available under the program implemented
1 21 pursuant to section 12.43 to increase the availability of
1 22 lower cost moneys for purposes of injecting needed capital
1 23 into small businesses which are fifty-one percent or more
1 24 owned, operated, and actively managed by one or more veterans.
1 25 For purposes of this paragraph, "veteran" means the same as
1 26 defined in section 35A.14, subsection 1.

1 27 c. The treasurer shall invest the remaining ~~one-half~~ fifty
1 28 percent of the moneys invested pursuant to this section to
1 29 support any other eligible applicant as provided in section
1 30 12.43.

1 31 Sec. 2. Section 12.43, subsection 5, unnumbered paragraph
1 32 1, Code 2007, is amended to read as follows:
1 33 In order to qualify under this program, all owners of the
1 34 business or borrowers must not have a combined net worth
1 35 exceeding ~~seven hundred fifty thousand~~ one million dollars as
2 1 defined in rules adopted by the treasurer of state pursuant to
2 2 chapter 17A and the small business must meet all of the
2 3 following criteria:

EXPLANATION

2 4 This bill relates to the small business linked investments
2 5 program.

2 6 The bill changes the allocation of available moneys
2 7 invested in the program. Currently, half of the moneys are
2 8 available to business owners who are women, minority persons,
2 9 or persons with disabilities. The bill changes the allocation
2 10 of moneys available to women, minority persons, or persons
2 11 with disabilities to 40 percent and allocates 10 percent to
2 12 veterans.

2 13 The bill also changes the net worth requirement for the
2 14 program. Currently, in order to qualify for assistance, the
2 15 combined net worth of all owners of a business or borrowers

2 17 under the program cannot exceed \$750,000. The bill raises the
2 18 limit on combined net worth to \$1 million.
2 19 LSB 6361HV 82
2 20 tw/nh/8